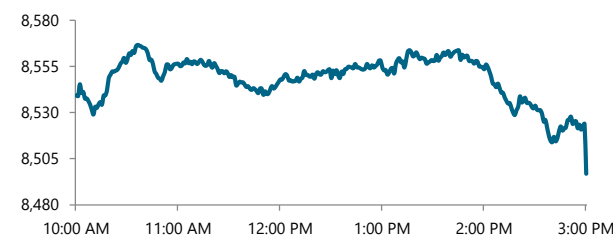


Daily Markets Overview

22 October 2020

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,497	-0.4	-0.7	1.3	25.8
Saudi (NOMUC)	15,261	2.0	4.2	112.6	NA
Energy	5,429	-0.4	-1.5	-0.3	23.0
Materials	5,406	0.1	-0.3	4.6	NA
Capital Goods	5,856	0.5	0.1	35.2	35.6
Com. & Prof. Svc	4,313	0.8	0.6	-9.6	25.9
Transportation	4,600	0.7	0.3	4.7	NA
Cons. Durables & Apparel	4,908	0.6	-2.5	40.0	NA
Consumer Services	4,225	-0.2	-1.8	6.7	14.0
Media	10,025	-0.4	-4.1	6.6	41.9
Retailing	8,631	-0.8	-1.5	12.1	NA
Food & Staples Retailing	11,272	-2.2	2.4	70.4	NA
Food & Beverages	5,913	-2.4	2.0	35.8	35.0
Health Care Equipment	5,530	0.3	1.3	48.3	35.0
Pharma, Biotech & Life Science	4,657	0.4	0.9	29.5	NA
Banks	7,162	-0.6	-2.0	-11.7	16.9
Diversified Financials	4,296	0.5	-2.0	30.1	NA
Insurance	5,860	-0.1	-1.6	29.8	40.0
Telecommunication	6,930	-0.2	-0.8	7.1	22.9
Utilities	4,750	-1.0	9.5	8.0	NA
REITs	4,302	0.3	0.1	2.5	37.8
Real Estate	3,417	-0.1	1.3	9.1	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
BinDawood Holding Co.	105.60	10.0%	7
Al Moammar Information Systems Co.	84.90	10.0%	97
Methanol Chemicals Co.	12.04	7.5%	400
Al-Omran Industrial Trading Co.	86.00	6.8%	160
AlJazira Mawten REIT Fund	23.86	6.4%	66

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	vs. Consensus
STC	21-Oct	3Q20	2,766.0	1%	1.38	NA
Etihad Etisalat	21-Oct	3Q20	222.0	335%	0.29	NA
ZOUJAJ	21-Oct	3Q20	2.6	140%	0.08	NA
SAFCO	20-Oct	3Q20	397.5	-4%	0.95	NA
YSCC	20-Oct	3Q20	77.7	42%	0.38	NA

Source: Tadawul

Saudi Market Update

- TASI closed 0.4% lower to 8,497 while NOMUC gained 2.0% to 15,261 on Wednesday. TASI traded value totaled SAR 8.9bn and averaged SAR 11.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 18.7% of the daily traded value.
- MSCI Emerging Markets closed 0.3% higher on Wednesday, trading at P/E (TTM) of 21.0x vs. 25.8x for TASI.
- Banks declined 0.6%, while Materials gained 0.1%. Telecom closed 0.2% lower. Com. & Prof. Svc (up 0.8%), was the best performing sector. Among stocks, BinDawood Holding Co. (4161/), Al Moammar Information Systems Co. (7200/MIS AB), and Methanol Chemicals Co. (2001/CHEMANOL AB), led the gainers.
- Minister of Investment indicated that the KSA is one of the world's most resilient economies, as the biggest motivation for any economy is to weather shocks. He added that despite the current conditions, the country is pushing ahead with its development plans and giga projects in line with Vision 2030. (Source: Argaam)
- According to the Saudi Arabian Monetary Authority (SAMA), the point-of-sale (POS) transactions declined by 6% to reach SAR 6.92bn (USD 1.85bn) in the week ending October 17, 2020, from SAR 7.39bn (USD 1.97bn) in the previous week. Data showed that a total of 68.6 million transactions were processed in the week ending October 17. (Source: Argaam)
- Saudi Industrial Export Co. (4140/SIECO AB) announced that it has signed a SAR 14.42mn (USD 3.84mn) contract with the Saudi Exports Development Authority (SEDA) to represent local companies in Iraq. The company added that the contract tenor is two years from the signing date and the financial impact will be disclosed by the end of 2021. (Source: Argaam)
- Etihad Etisalat Co. (7020/EEC AB) reported a net profit after Zakat and tax of SAR 537mn (USD 143.2mn) for 9M20, compared to a net profit of SAR 156mn (USD 41.6mn) a year earlier, driven by a 5.82% Y/Y rise in revenue to SAR 10.5bn (USD 2.8bn). Moreover, the results were also driven by growth in business unit revenues, improved consumer revenues, as well as the growth in FTTH active base and wholesale revenues. (Source: Argaam)
- Saudi Telecom Co. (7010/STC AB) reported an interim net profit after Zakat and tax of SAR 8.4bn for 9M20, a marginal increase of 0.7% Y/Y, driven by growth in consolidated gross profit due to higher revenue. However, operating expenses jumped due to a rise in selling and marketing expenses from an increase in doubtful debt provision in the current period. In addition, the company reported higher depreciation, amortization, and G&A expenses. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Marketing Co.	34.60	-4.0%	254
Halwani Bros Co.	71.30	-3.8%	65
Savola Group	52.00	-3.4%	49
Advanced Petrochemical Co.	58.30	-2.5%	21
Abdullah Al Othaim Markets Co.	135.40	-2.3%	18

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Cable Co.	30.25	0.8%	490
Methanol Chemicals Co.	12.04	7.5%	400
Saudi Kayan Petrochemical Co.	10.96	3.0%	270
Dar Alarkan Real Estate Development Co.	9.05	0.2%	255
Saudi Marketing Co.	34.60	-4.0%	254

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of October 21, 2020
(2) WTD: Week to Date and YTD: Year to Date

Daily Markets Overview

22 October 2020

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,171	-0.4	-1.1	-21.5	9.1
Abu Dhabi (ADX)	4,544	0.0	-0.2	-10.5	16.5
Kuwait (KSE)	5,213	0.3	-0.9	-6.7	NA
Qatar (QE)	9,965	-0.5	-0.3	-4.4	16.3
Oman (MSM)	3,587	0.0	-0.2	-9.9	10.6
Bahrain (BSE)	1,454	-0.1	-1.6	-9.7	13.5
DJMENA Index	559	-0.2	-0.8	-7.7	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,436	-0.2	-1.4	6.3	26.4
US (NASDAQ 100)	11,485	-0.3	-1.6	28.0	33.5
UK (FTSE 100)	5,777	-1.9	-2.4	-23.4	NA
Germany (DAX)	12,558	-1.4	-2.7	-5.2	38.6
France (CAC 40)	4,854	-1.5	-1.7	-18.8	43.1
Russia (MICEX)	2,786	-0.6	-0.5	-8.5	9.1
Japan (Nikkei)	23,639	0.3	1.0	-0.1	39.1
Hong Kong (HSI)	24,754	0.8	1.5	-12.2	13.2
South Korea (KOSPI)	2,371	0.5	1.3	7.9	29.3
China (SHCOMP)	3,325	-0.1	-0.3	9.0	17.9
India (NIFTY)	11,938	0.3	1.5	-1.9	30.7
Brazil (IBOV)	1,00,552	0.0	2.3	-13.1	NA
Turkey (BIST 100)	1,212	0.1	1.6	5.9	10.7
Egypt (EGX30)	11,102	-0.5	-2.0	-20.5	11.8
MSCI Emerging Markets	1,138	0.3	1.2	2.1	21.0
MSCI World	2,418	-0.2	-0.9	2.5	29.0

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	41.7	-3.3	-2.8	-36.8	-30.1
Natural Gas (\$/mmbtu)	3.0	3.8	9.0	30.8	24.5
Gold (\$/oz)	1,924	0.9	1.3	26.8	29.4
Silver (\$/oz)	25.0	1.6	3.7	40.3	42.9
Platinum (\$/oz)	891	1.7	3.0	-7.8	-0.1
Copper (\$/t)	6,978	1.4	3.8	13.5	20.5
Zinc (\$/t)	2,553	1.6	5.5	12.0	2.2
Lead (\$/mt)	1,791	2.4	1.9	-6.9	-19.9
Wheat (\$/bu)	630	-0.4	0.7	9.0	14.3
Corn (\$/bu)	414	1.2	2.9	2.8	1.0
Sugar (\$/lb)	14.5	-0.3	0.5	4.5	9.4

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.22	0.00	-1.69	0.00
Saudi Arabia	0.85	0.00	-1.38	0.63
UAE	0.38	0.00	-1.83	0.16
Kuwait	1.56	0.00	-1.19	1.35
Qatar	0.86	-0.29	-1.39	0.65
Bahrain	2.25	0.00	-0.42	2.03

Source: Reuters

NOTES:

(1) Prices updated as of October 21, 2020(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Wednesday. S&P 500 and NASDAQ declined 0.2% and 0.3%, respectively. Dow Jones Industrial decreased 0.4%. In Europe, UK declined 1.9%. Germany and France closed 1.4% and 1.5% lower, respectively.
- Asian markets are trading in the red on Thursday. China and Japan are trading 0.8% and 0.7% lower, respectively. South Korea, Hong Kong and India are down 1.2%, 0.2% and 0.4%, respectively, in the morning session.
- GCC markets ended mixed on Wednesday. Dubai declined 0.4%, while Abu Dhabi closed flat. Kuwait increased 0.3%, while Qatar decreased 0.5%. Oman closed flat, while Bahrain closed 0.1% lower.
- According to US EIA Petroleum status report, crude oil inventories were down 1.0mn barrels (prior: -3.8mn barrels) for the week ended October 16. (Source: Trading Economics)
- The UAE's Minister of State for Foreign Trade announced that the UAE is aiming to become the first country in the world to achieve zero contribution of oil in its GDP over the next 50 years. (Source: Zawya)
- Oman is considering replacing foreign workers with Omanis in government-run companies. Oman's labour minister discussed the plans, which include a programme to give leadership roles to Omani nationals, with the Oman Investment Authority (OIA) and the heads of government-run companies. (Source: Zawya)
- Dubai Multi Commodities Centre (DMCC) has entered into a 10-year lease agreement with Bull&Roo Hospitality and Investments to open a new 3-level retail and F&B concept. Under the agreement, DMCC will manage the design, build, and delivery of the retail space, while Bull&Roo will introduce the concept through the interiors, conceptualization, and retail operations of the space. (Source: Decypha)
- Ethihad Credit Insurance (ECI), the UAE Federal export credit company, has launched its Shariah-compliant export credit solutions under 'ECI Islamic' in order to boost the country's halal export industry. Besides it is intended to cement the country's strong position as a global leader in the fast-growing Islamic economy. (Source: Trade Arabia)
- Med-Red Land Bridge (MLRB), a UAE-Israel joint venture, has signed a partnership with Israeli state-owned Europe-Asia Pipeline Company (EAPC) to create a land bridge for transferring of oil and oil products from the UAE and other Eastern markets to the Western markets. The storing and transport of oil will be done through the EAPC pipeline network and storage tanks, from the Eastern markets to the Western markets, and from the Mediterranean to the Far East. (Source: Trade Arabia)

Coming Up

- US jobless claims for the week ended October 17 (prior: 898K) will be announced today. (Source: Trading Economics)
- Japan's consumer price inflation for September 2020 (prior: 0.2%) will be announced tomorrow. (Source: Trading Economics)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended October 23 (prior: -1.0mn barrels) will be announced on October 28. (Source: Trading Economics)

Daily Markets Overview

22 October 2020

Contacts

Research & Advisory

Research&advisory@fransicapital.com.sa

Saudi Fransi Capital

Toll free 800 125 9999

Website www.sfc.sa

Saudi Fransi Capital (Closed Joint Stock Company Owned by Banque Saudi Fransi)

Authorized and regulated under Capital Market Authority license 11153-37. The company is operating under commercial registration 1010231217 with a paid up capital of SAR 500,000,000.

Head Office

8092 King Fahd Road | Riyadh 12313-3735 | Kingdom of Saudi Arabia

Mailing Address

P.O. Box 23454 Riyadh 11426 | Kingdom of Saudi Arabia

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not to be held responsible if the information in this report is not complete or free from any error.

This report is not to be construed as, an offer or solicitation of an offer to buy or sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor because the investment in such kind of securities may not be suitable for all.

